			•	
Professional	Date	Hours	Category	Explanation
David Blechman	04/26/04	1.0	Corporate Finance	Prepare summary of high yield debt issuances
David Blechman	04/26/04	2.0	Corporate Finance	Call with P. Zilly, E. Filon re: comments to presentation and analysis
David Blechman	04/26/04	1.0	Corporate Finance	Meeting with P. Zilly re: analysis assumptions
Pamela Zilly	04/26/04	2.0	Corporate Finance	Call with D. Blechman, E. Filon re: Claims, POR, debt capacity issues
Pamela Zilly	04/26/04	1.0	Corporate Finance	Meeting with D. Blechman re: leverage assumptions
Wesley Wong	04/26/04	3.0	Corporate Finance	Prepare yield statistics
David Blechman	04/27/04	4.0	Corporate Finance	Review, revise capital structure analysis and credit statistics
David Blechman	04/28/04	1.0	Corporate Finance	Revise POR model
David Blechman	04/28/04	2.0	Corporate Finance	Meetings with P. Zilly re: debt capacity
Pamela Zilly	04/28/04	4.0	Corporate Finance	Revise presentation
Pamela Zilly	04/28/04	1.0	Corporate Finance	Meeting with D. Blechman re: leverage analysis
David Blechman	04/29/04	3.0	Corporate Finance	Revise draft capital structure and POR analysis
Pamela Zilly	04/29/04	2.5	Corporate Finance	Review leverage scenarios
Pamela Zilly	04/29/04	1.0	Corporate Finance	Review writeup on equity possibilities
Richard Shinder	04/29/04	1.0	Corporate Finance	Review leverage scenarios
David Blechman	04/30/04	3.0	Corporate Finance	Finalize draft of analysis and presentation
Pamela Zilly	04/30/04	1.0	Corporate Finance	Call with E. Filon re: global capital structure
Pamela Zilly	04/30/04	5.0	Corporate Finance	Finalize presentation
		131.6		

THE BLACKSTONE GROUP L.P.	HOURLY DETAIL FOR THE PERIOD O	APRIL 1, 2004 THROUGH APRIL 30, 200
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Call with B. McGowan re: LTIP and retention programs Employee Benefits/Pension Date 04/29/04 Pamela Zilly

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Explanation	Review Filon memo re: POR and tax issues Discussion with D. Blechman re: debt capacity analysis Meeting with R. Shinder, D.Blechman re: dept capacity, POR analysis
Category	Plan and Disclosure Statement Plan and Disclosure Statement Plan and Disclosure Statement
Hours	1.0 1.0 1.0 3.0
Date	04/09/04 04/12/04 04/19/04
Professional	Pamela Zilly Pamela Zilly Pamela Zilly

Professional	Date	Hours	Category	Explanation
David Blechman	04/07/04	3.0	Valuation	Prepare valuation analysis
David Blechman	04/08/04	2.0	Valuation	Prepare valuation analysis
David Blechman	04/12/04	1.5	Valuation	Prepare valuation analysis
Richard Shinder	04/12/04	2.0	Valuation	Review valuation, claims payment assumption
David Blechman	04/13/04	2.0	Valuation	Prepare valuation analysis
David Blechman	04/14/04	4.0	Valuation	Valuation and debt capacity analysis
David Blechman	04/21/04	4.0	Valuation	Review, revise valuation
		18.5		

The Blackstone Group®

August 13, 2004

Mr. Paul J. Norris Chairman, President and Chief Executive Officer W.R. Grace & Co. 7500 Grace Drive Columbia, Maryland 21044

Monthly advisory fee for the period of May 1, 2004 through May 31, 2004:

175,000.00

Less a 20% holback pursuant to the Court's Administrative Order:

(35,000.00)

Out-of-pocket expenses processed for the period through May 31, 2004:

Research \$ 943.12 Communications 46.10 Photocopying 149.85

1,139.07

Total Due

\$ 141,139.07

Please wire transfer funds to:

JP Morgan Chase One New York Plaza New York, NY 10017 ABA# 021 000 021 Credit Account: The Blacksto

Credit Account: The Blackstone Group L.P. Account Receivable Dept. 14th Floor Account # 066-287472

Invoice Number: 3577-T

The Blackstone Group® L.P. 345 Park Avenue New York, NY 10154 212 583-5000

¹ Expenses incurred, but not yet processed due to timing differences will be billed at a later date.

W.R. Grace & Co. Summary of Expenses Processed for the Period through May 31, 2004 Invoice No. 3577-T

		GL Detail May-04]	Total Expenses
External Research - Securities Data	\$	943.12	\$	943.12
Communications - Telephone Conferencing		46.10		46.10
Photocopying		149.85		149.85
Total Expenses	\$	1,139.07	\$	1,139.07
		ch unications copying	\$	943.12 46.10 149.85
	Total l	Expenses	\$	1,139.07

W.R. Grace & Co. Detail of Expenses Processed for the Period through May 31, 2004 Invoice No. 3577-T

External Research Securities Data Wong	04/16/04 Subtotal - External Research -Securities Data	943.12	. \$	943.12
Communications				
Telephone Conferencing				
Blechman	03/10/04	45.31		
Blechman	03/11/04	0.79		
\$	Subtotal - Communications - Telephone Conferencing			46.10
Photocopying				
Shinder	03/29/04 - 04/04/04	12.15		
Zilly	03/29/04 - 04/04/04	137.70		
•	Subtotal - Photocopying			149.85
	Total Expenses		\$	1,139.07

THE BLACKSTONE GROUP L.P. SUMMARY OF HOURS FOR THE PERIOD OF MAY 1, 2004 THROUGH MAY 31, 2004

	Hours	75.6	6.0	47.0	128.6
	Title	Senior Managing Director	Managing Director	Vice President	Total
TATAT	Professional	Pamela Zilly	Richard Shinder	David Blechman	

In re: W.R. Grace Co., et. al A Chapter 11 Proceeding Case No. 01-01139

Explanation	Call with R. Tarola re: hedging strategies	Call with M. Shelnitz re: possible GPC acquisition	Call with M. Shelnitz, P. Hanlon re: possible GPC acquisition	Review latest operating reports	Meeting with K. Myers re: Project Caesar	Call with R. Tarola re: hedging strategies	Call with K. Myers re: Project Caesar	Calls with K. Myers re: Project Caesar presentation	Read information re: debt/Germany restructuring	Calls with K. Myers re: Project Caesar presentation	Read and provide comments on Project Caesar presentation	Read Debtors 'Operating Reports Feb/March	Call with K. Myers re: Project Caesar	Review revise presentation for Project Caesar
Category	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis	Business Analysis
Hours	0.5	0.5	8.0	1.0	1.0	1.0	0.4	1.0	2.0	1.0	2.0	2.0	1.0	1.5
Date	05/04/04	05/04/04	05/05/04	05/06/04	05/07/04	05/10/04	05/12/04	05/18/04	05/18/04	05/20/04	05/20/04	05/21/04	05/24/04	05/24/04
Professional	Pamela Zilly	Pamela Zilly	Pamela Zilly	Richard Shinder	Pamela Zilly	Pamela Zilly	Pamela Zilly	Pamela Zilly	Pamela Zilly	Pamela Zilly	Pamela Zilly	David Blechman	Pamela Zilly	Pamela Zilly

Professional	Date	Hours	Category	Explanation
Pamela Zilly	05/17/04	0.8	Case Administration	Read Wolin decision
Pamela Zilly	05/19/04	0.5	Case Administration	Read motions: Libby Claimants Supplement, FCR appointment responses, Debtors' omnibus objections
Richard Shinder	05/20/04	0.5	Case Administration	Read Wolin decision
David Blechman	05/21/04	1.0	Case Administration	Status meeting with P. Zilly
Pamela Zilly	05/21/04	0.4	Case Administration	Discussion with D. Siegel re: possible debt holder
Pamela Zilly	05/21/04	1.0	Case Administration	Read materials re draft ruling request
Pamela Zilly	05/21/04	1.0	Case Administration	Meeting with D. Blechman re: hearing, workplan
Pamela Zilly	05/28/04	0.3	Case Administration	Read order granting appointment of FCR
		5.5		

Professional	Date	Homes	Category	Pyrianation
			100000	
Pamela Zilly	05/06/04	0.5	Claims Analysis Objection/Resolution	Review memo re: 6/2 meeting re: claims analysis
David Blechman	05/11/04	2.0	Claims Analysis Objection/Resolution	Prepare preliminary claim schedules, provide to J. Baer for conference call
Pamela Zilly	05/11/04	1.0	Claims Analysis Objection/Resolution	Review analysis of trade claims
David Blechman	05/12/04	0.3	Claims Analysis Objection/Resolution	Call with J. Baer re: claim issues
Pamela Zilly	05/12/04	1.0	Claims Analysis Objection/Resolution	Review summary of claims filed reconciliation
Pamela Zilly	05/12/04	1.5	Claims Analysis Objection/Resolution	Review environmental cash flow analysis and claims
David Blechman	05/13/04	3.0	Claims Analysis Objection/Resolution	Review of claims, cash flow requirement materials
Pamela Zilly	05/13/04	0.5	Claims Analysis Objection/Resolution	Call with E. Filon re: Federal Mogul - environmental claims etc.
Pamela Zilly	05/13/04	2.0	Claims Analysis Objection/Resolution	Review reconciliation schedules
Pamela Zilly	05/13/04	1.0	Claims Analysis Objection/Resolution	Review environmental cash flows
David Blechman	05/14/04	1.5	Claims Analysis Objection/Resolution	Call with J. Baer, E. Filon, P. Zilly re: claims
Pamela Zilly	05/14/04	1.5	Claims Analysis Objection/Resolution	Call with D. Blechman, E. Filon, J. Baer re: description, analysis of environmental claims
Pamela Zilly	05/16/04	1.0	Claims Analysis Objection/Resolution	Reconciliation of environmental claims projected cash requirements
Pamela Zilly	05/18/04	1.0	Claims Analysis Objection/Resolution	Review environmental claims chart
Pamela Zilly	05/18/04	2.0	Claims Analysis Objection/Resolution	Revise draft materials re: 6/2 meeting
Pamela Zilly	05/18/04	1.5	Claims Analysis Objection/Resolution	Revise materials for 6/2 meeting
Pamela Zilly	05/20/04	0.5	Claims Analysis Objection/Resolution	Review categorization of environmental claims
Pamela Zilly	05/21/04	0.3	Claims Analysis Objection/Resolution	Review correspondence re: environmental information re: specific sites
Pamela Zilly	05/21/04	2.5	Claims Analysis Objection/Resolution	Review claims reconciliation schedule, prepare outline and summary schedule
David Blechman	05/24/04	3.0	Claims Analysis Objection/Resolution	Review claims analysis
David Blechman	05/24/04	0.5	Claims Analysis Objection/Resolution	Discussion with P. Zilly re: claims analysis, Project Caesar
Pamela Zilly	05/24/04	0.5	Claims Analysis Objection/Resolution	Discussion with D. Blechman re: claims analysis, Project Caesar
Pamela Zilly	05/27/04	1.0	Claims Analysis Objection/Resolution	Review new claim schedule
		205		

Professional	Date	Hours	Category	Explanation
Pamela Zilly	05/27/03	2.0	Committee	Meeting with Capstone
David Blechman	05/11/04	8.0	Committee	Attend call with Committees' financial advisors re: 1st quarter earnings
Pamela Zilly	05/11/04	1.0	Committee	Call with management, financial advisors re: review of 1st quarter results
David Blechman	05/27/04	9.8	Committee	Prepare for meeting with Capstone re: POR
David Blechman	05/27/04	1.5	Committee	Meeting with Capstone re: POR
Pamela Zilly	05/27/04	1.0	Committee	Preparation for Capstone meeting
Pamela Zilly	05/28/04	1.0	Committee	Calls to schedule presentation of Project Caesar to Committees' advisors
		8.0		

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Explanation Participate by phone in Grace Hearing THE BLACKSTONE GROUP L.P. HOURLY DETAIL FOR THE PERIOD OF MAY 1, 2004 THROUGH MAY 31, 2004 Hearings 05/24/04 Date Professional Pamela Zilly